State of South Dakota

SEVENTY-EIGHTH SESSION LEGISLATIVE ASSEMBLY, 2003

690I0694

HOUSE BILL NO. 1266

Introduced by: Representative Garnos

1 FOR AN ACT ENTITLED, An Act to allow public contracts and bids to be awarded to any 2 responsible bidder. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA: 4 Section 1. That § 5-18-2 be amended to read as follows: 5 5-18-2. Except as provided in § 5-18-9.4, all contracts of any public corporation, whether 6 for the construction of public improvements or contracts for the purchase, lease or rental of 7 materials, supplies or equipment, if such contracts involve an expenditure equal to or in excess 8 of the amount provided for in § 5-18-3, shall may be let to the lowest any responsible bidder. The 9 governing body may reject any and all bids and readvertise for proposals if none of the bids are 10 satisfactory, or if they believe the governing body believes any agreement has been entered into 11 by the bidders to prevent competition. 12 Section 2. That § 5-18-9 be repealed. 13 5-18-9. Unless all bids presented are rejected, the lowest responsible bid shall be accepted. 14 If the low bidder is not responsible or the bid is not made in accordance with the requirements 15 of this chapter or the low bid is withdrawn, the bid of the next lowest responsible bidder may be

accepted. If the lowest responsible bid exceeds the final estimated project cost by ten percent or

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- 1 less, the Bureau of Administration, acting on behalf of the state, or any other public corporation,
- 2 may negotiate with that low bidder for the construction of a public improvement or for the
- 3 purchase of the materials, supplies, or equipment at the most advantageous price.